UTAH OIL AND GAS CONSERVATION COMMISSION							
REMARKS: WELL LOGELECTRIC LOGS	FILE	X	ATER SANDS	LOCATIO	ON INSPE		SUB. REPORT/abd.
990910 LADIER 9-3-9	91					-	
DATE FILED JUNE 24, 1997					,,,,		
LAND: FEE & PATENTED STATE LEASE NO.			PUBLIC L	EASE NO.	·		INDIAN #
DRILLING APPROVED: OCTOBER 27, 199	97				***	,	14-20-H62-3519
SPUDDED IN:							
COMPLETED: PUT TO PR	ODUCING:						MANAGE TO THE STATE OF THE STAT
INITIAL PRODUCTION:							
GRAVITY A.P.I.							
GOR:							
PRODUCING ZONES:						****	
TOTAL DEPTH:							
WELL ELEVATION:							
DATE ABANDONED: 9-3-99 LHD.							
FIELD: ÁNTELOPE CREEK			1 5 1 404				
UNIT:							
COUNTY: DUCHESNE							
WELL NO. UTE TRIBAL 30-0	04					NO. 1	+3-013-31906
LOCATION 606 FNL FT. FROM (N) (S) LIN	NE. 52	6 FWL	FT. FRO	OM (E) (W)	LINE. NW	NW	1/4 – 1/4 SEC. 30
TWP. RGE. SEC. OPERATOR			the Manager and the Control of the C	TWP.	RGE.	SEC.	OPERATOR
				S	3 W	30	PETROGLYPH OPERATING

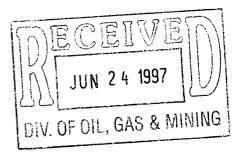
Petroglyph Operating Co., Inc.

P.O. Box 1839

Hutchinson, KS 67504-1839

June 201997

Utah Division of Oil, Gas, & Mining 1594 West North Temple Box 145801 Salt Lake City, UT 84114-5801



RE: APPLICATION FOR PERMIT TO DRILL UTE TRIBAL #30-04
NW/NW SEC. 30, T5S, R3W
DUCHESNE COUNTY, UTAH
LEASE NO. BIA 14-20-H62-3519
UTE TRIBAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phone # (801) 789-4120
Fax # (801) 789-1420

Sincerek

Agent

Petroglyph Operating Co., Inc.

Attachments

/EHT/dmt

Form 3160-3 (July 1992)

APPROVED BY

SUBMIT IN TRI-LICATE.

FORM APPROVED

(July 1992)	UNI DEPARTMEN	TED STATE		(Other instru- reverse s		OMB NO. Expires: Febr	uary 28, 1995
					ſ	5. LEASE DESIGNATION	N AND SERIAL NO.
		LAND MANA				14-20-Н6	
APPI	LICATION FOR P	PERMIT TO	DRIL	L OR DEEPEN		6. IF INDIAN, ALLOTTI	CE OR TRIBE NAME
	RILL 🛽	DEEPEN				OTE INDIA 7. UNIT AGREEMENT	
b. Type of well oil 😿	GAS [S.I	INGLE MULTIP			
WELL 2	WELL OTHER			INGLE MULTIP		8. FARM OR LEASE NAME, W	
	OPERATING CO	MDANV TAI	α		.	UTE TRIBE	AL
3. ADDRESS AND TELEPHONE N	o.	MPANI, IN	<u>. </u>	· · · · · · · · · · · · · · · · · · ·	[9. API WELL NO.	
	07, ROOSEVELT	ט עוריזוני ס	1066		}.	#30-04 10. FIELD AND POOL,	OR WINDOW
4. LOCATION OF WELL	Report location clearly an	d in accordance w	4UUU th anv 8	itate requirements *)		ANTELOPE CREEK	
At surface	FNL & 526' F	LIT BILL /BILL		,	-		
At proposed prod. z		WL NW/NW				11. SEC., T., R., M., OR AND SURVEY OR A	REA
proposed prod. 2	ouc .					SEC. 30.	T5S, R3W
14. DISTANCE IN MILES	AND DIRECTION FROM NEA	REST TOWN OR POS	ST OFFICE	E.		12. COUNTY OR PARISI	
20.6 MILES	SOUTHWEST OF	MYTON. II	TAH			DUCHESNE	UTAH
15. DISTANCE FROM PRO LOCATION TO NEARE	POSED*			O. OF ACRES IN LEASE		F ACRES ASSIGNED	
PROPERTY OR LEASE		•	64	40	TO TH	· 80	
18. DISTANCE FROM PRO			19. гн	OPOSED DEPTH	20. ROTAR	Y OR CABLE TOOLS	
OR APPLIED FOR, ON 1			564	40.5	ROT	ARY	
21. ELEVATIONS (Show w	whether DF, RT, GR, etc.)		<u> </u>			22. APPROX. DATE WORK WILL START*	
6131.5' G	RADED GROUND					JUNE	1997
23.		PROPOSED CAS	ING ANI	CEMENTING PROGRA	M		
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER F	*OOT	SETTING DEPTH	1	QUANTITY OF CEME	NT.
12 1/4	8 5/8	24.0#		250'	135 6		" + 2% CaCl ₂
7 7/8	5 1/2	15.5#		5640.5'		#/sx celle	
		1					2% GEL + 10%
	1	I	1		1 .		OVE ALL ZONES
			TIAT	111			10% EXCESS).
		CONFID	11/11/	IHL		CEMENT (1	
		1.0181 11) L				VE OIL SHALE
		O 2					INTERVALS (+
					5% EX	(CESS).	
PETROGLYPH OPERATOR OF	OPERATING COMP THE SUBJECT I	PANY, INC	. WII	LL BE THE DES	SIGNATE	ED	
				12 11 13334	, and a second		and the same of th
pc: Utah D	ivision of Oi:	l, Gas, a	nd Mi	ining			BIA
	of Indian Afr			ichesne, Utah			41111
Ute Tr	ibe, Fort Ducl	nesne, Uta	ah		112	0 1 100	
						JUN 24 1997	' 111771
IN ABOVE SPACE DESCRI	IBE PROPOSED PROGRAM: 1				Inny	AF OIL GAS &	MINING.
deepen directionally, give pe	rtinent data on subsurface location	ons and measured and	, give data true vertica	al depths. Give blowout preven	and proposeou. nter program, i	fany.	aktident miloddatt or
24.	A 4						
SIGNED /Zd	? LI zwth	TI	TI.E AGI	ENT FOR PETRO	GLYPH	DATE 6-3	20-97
(This space for Fed	leral or State office use)						
//	3-013-31906						
,				APPROVAL DATE			
Application approval doc	s not warrant or certify that the ap	pplicant holds legal or e	quitable tit	tie to those rights in the subject l	ease which wo	uld entitle the applicant to o	onduct operations thereon.

*See Instructions On Reverse Side Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

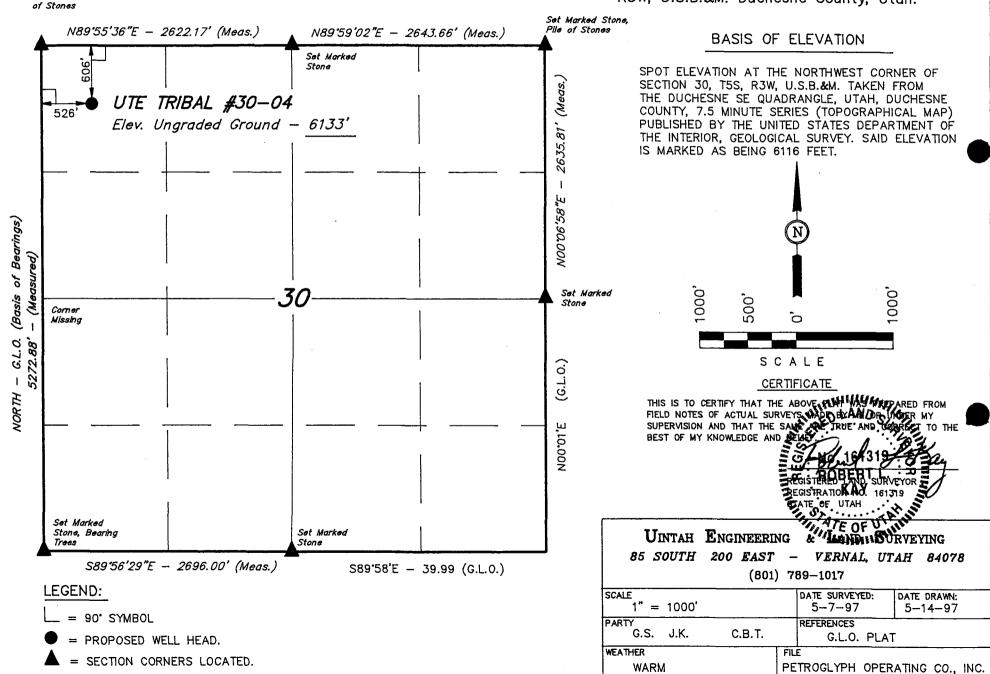
TITLE Associate Director DATE 10/27/97

T5S, R3W, U.S.B.&M.

1 1/2" Galv. Cap Set Marked Stone, Steel Post & Pile

PETROGLYPH OPERATING CO., INC.

Well Location, UTE TRIBAL #30-04, located as shown in NW 1/4 NW 1/4 of Section 30, T5S, R3W, U.S.B.&M. Duchesne County, Utah.



EIGHT POINT PLAN

UTE TRIBAL #30-04 NW/NW, SEC. 30, T5S R3W DUCHESNE COUNTY, UTAH

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

FORMATIONS	DEPTH	SUBSEA
Mahogany Shale	2484.5	3657
"X" Marker	4037.5	2104
Douglas Creek	4154.5	1987
"B" Limestone	4532.5	1609
B/Castle Peak Limestone	5107.5	1034
Basal Carbonate Limestone	5530.5	611
Total Depth	5640.5	501

Anticipated BHP 2000 psi

2. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS FORMATIONS:

<u>Substance</u>	Formation	<u>Depth</u>	<u>Subsea</u>
Oil/Gas	Douglas Creek	4154.5	1987
Oil/Gas	B/Castle Peak	5107.5	1034
Other mineral zones	N/A		

3. PRESSURE CONTROL EQUIPMENT : BOP Schematic Diagram attached.

4. **CASING PROGRAM**:

						MINIMUM S	SAFETY FA	<u>ACTOR</u>
HOLE SIZ	E INTERVAL	LENGTH S	IZE W	EIGHT C	RADE	COLLAPSE	BURST TE	NSILE
12 1/4	0' - 250'	250'	8 5/8	24.0 #	J-55	1370 PSI	2950 PSI	263,000#
7 7/8	0-5604.5'	5604.5'	5 1/2	15.5 #	M-50	3650 PSI	4550 PSI	186,000#

All casing will be new or inspected.

EIGHT POINT PLAN

UTE TRIBAL #30-04 NW/NW, SEC. 30, T5S R3W DUCHESNE COUNTY, UTAH

5. MUD PROGRAM

INTERVAL	MUD TYPE
0' - 250'	Air
250' - 4000'	Air/Mist & Aerated Water
4000' - TD	Air/3% KCL water or KCL substitute
TD	Gel/polyacrylamide polymer w/5-10% LCM

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that may arise.

6. VARIANCE REQUESTS:

- A. Petroglyph Operating Co., Inc. requests a variance to regulations requiring a straight run blooie line.
- B. Petroglyph Operating Co., Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line.

7. **EVALUATION PROGRAM:**

Logs:	Mud Logging	T.D. to base of surface csg.
_	Compensated Density-Compensated Neutron Log	T.D. to base of surface csg.
	Dual Laterolog - Micro-SFL	T.D. to base of surface csg.
	Numar (Magnetic Resonance Imaging Log)	@ Geologists discretion

Cores: None Programmed DST: None Programmed

Completion: To be submitted at a later date.

8. ABNORMAL CONDITIONS:

None anticipated.

EIGHT POINT PLAN

UTE TRIBAL #30-04 NW/NW, SEC. 30, T5S R3W DUCHESNE COUNTY, UTAH

9. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

10. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in associaton with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in associaton with the drilling of this well.

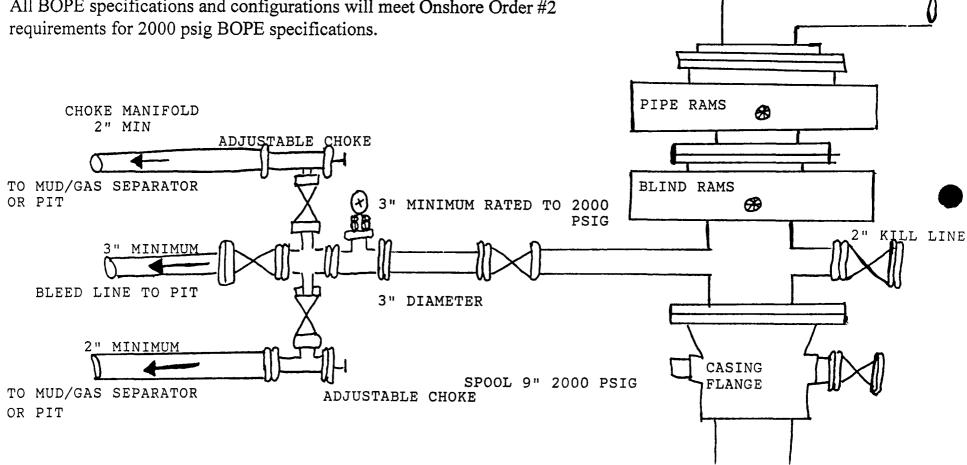
(Attachment: BOP Schematic Diagram)

2000 PSIG DIAGRAM

BOTH RAMS ARE 2000 PSIG RATED. CASING FLANGE IS 9" 2000 PSIG RATED. BOPE 9" 2000 PSIG

TESTING PROCEDURE:

- 1. BOPE 's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days.
- 2. Blind rams will be tested to rated working pressure, 2000 psig
- 3. Casing will be tested to 0.22 psi/ft. or 1500 psig. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be pressure tested to the same pressure as blind & pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 2000 psig BOPE specifications.



ROTATING

FLOW LINE

HEAD

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator: Petroglyph Operating Co., Inc.

Well Name & Number: <u>Ute Tribal #30-04</u> Lease Number: <u>BIA 14-20-H62-3519</u>

Location: 606' FNL & 526' FWL, NW/NW, Sec. 30, T5S R3W

U.S.B.&M., Duchesne County, Utah

Surface Ownership: <u>Ute Indian Tribe</u>

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice - at least twenty-four (24) hours prior to spudding the

well.

Casing String and

Cementing - twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and related

Equipment Tests - twenty-four (24) hours prior to running casing and

tests.

First Production

Notice - within five (5) business days after new well begins

or production resumes after well has been off production for more than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice To Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing road.
- B. The proposed well site is located approximately 20.6 miles southwest of Myton, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.4 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/18 foot running surface.
- C. Maximum grade on access road will be 8%
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges or major cuts & fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the

roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of- Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, Petroglyph Operating Co., Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Water wells None
- B. Abandoned wells None
- C. Temporarily abandoned wells None.
- D. Disposal wells None.
- E. Drilling wells None.
- F. Producing wells 5*
- G. Shut in wells None
- H. Injection wells None

 (*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Tank batteries Yes
- 2. Production facilities-To be submitted later
- 3. Oil gathering lines None

- 4. Gas gathering lines-None
- 5. Injection lines None
- 6. Disposal lines None
- 7. Surface pits None

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 4 1/2" OD steel above ground production pipeline will be laid approximately 100' from proposed location to a point in the NW/NW of Section 30, T5S, R3W, where it will tie into Petroglyph Operating Co., Inc.'s existing pipeline. Proposed pipeline crosses Ute Tribe lands, thus a Right-of-Way grant will be required. See attached TOPO Map D showing pipeline route.
- 3. Proposed pipeline will be a 4 1/2" OD steel, welded line laid on the surface.
- 4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the Ute Tribal #30-05 location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A.

(Occupational Safety and Health Act) will be excluded. The required paint color is Desert Brown.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from Target Trucking's Roosevelt Brine Storage and/or Target's water source in SE 1/4, Sec. 1, T 4S, R 5W Duchesne County, Utah (State water right #43-10152). All water will come from a non-depletable source.
- B. Water will be hauled by Target Trucking.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of location.
- B. All construction material will come from Ute Tribal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
- 4. Produced waste water will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, together with the required water analysis, will be submitted for the AO's approval.

- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on drilling rig to avoid leakage of oil to pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in reserve pit or be removed and disposed of at an authorized disposal site.

 Introduction of well bore hydrocarbons to reserve pit will be avoided by flaring them off in flare pit at time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA administered land:

All reserve pits will be lined with either native clay, commercial bentonite or plastic sufficient to prevent seepage. (If a plastic nylon reinforced liner is used, it shall be torn and perforated after the pit dries and before backfilling of the reserve pit).

A 12 mill liner shall be installed in the reserve pit.

______To protect the environment:

If the reserve pit is lined the operator will provide the BIA with a chemical analysis of the fluids in that pit no later than 90 days after the well completion to determine the method for final reclamation of the reserve pit. If the elemental concentrations shown by the chemical analysis exceeds the requirements described by part II, Standards of Quality for Waters of the State,

Wastewater Disposal Regulations, State of Utah Division of Health, the contents and liner will be removed and disposed of at an authorized disposal site.

_______To protect the environment (without a chemical analysis) reserve pits will be constructed so as not to leak, break, or allow discharge of liquids.

Storage tanks will be used if drill sites are located on tribal

irrigable land, flood plains, or on lands under crop production. After first production, produced waste water will be confined to a lined pit or storage tank for a period not to exceed ninety (90) days. During the 90 day period, in accordance with NTL-2B, an application for approval of a permanent disposal method and location, along with required water analysis, shall be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELL SITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills & cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation parking areas, and access road.

The reserve pit will be located on the East side of the location.

The flare pit will be located downwind of the prevailing wind direction on the East side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored on the North end.

Access to the well pad will be from the South.
N/A Diversion ditch(es) shall be constructed on the
side of the location (above/below) the cut slope, draining to
the
N/A Soil compacted earthen berm(s) shall be placed on the
side(s) of the location between the
N/A The drainage(s) shall be diverted around the sides of the well pad location.
N/A The reserve pit and/or pad locations shall be constructed long and
narrow for topographic reasons
X Corner No. 2 will be rounded off to minimize excavation.

FENCING REQUIREMENTS

All pits will be fenced according to the following minimum standards:

- A. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16'.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly travelled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to a new road, crossing any fence located on federal land, or any fence between federal land and private land, the operator will contact the BIA, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to

satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 120 days from the date of well completion (weather permitting). Before any dirt work takes place, the reserve pit will be completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and BIA will attach the appropriate surface rehabilitation conditions of approval.

ON BIA Administered lands:

Abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include: (a) reestablishing irrigation systems where applicable, (b) reestablishing soil conditions in irrigated fields in such a way as to ensure cultivation and harvesting of crops and, (c) ensuring revegetation of the disturbed areas to the specifications of the Ute Indian Tribe or the BIA at the time of abandonment.

11. SURFACE OWNERSHIP

Access road:

Ute Indian Tribe

Location:

Ute Indian Tribe

12. OTHER INFORMATION

A. Petroglyph Operating Co., Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

-whether the materials appear eligible for the National Register of historic Places;

the mitigation measures the operator will likely have to undertake before the site can be used.

-a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, Petroglyph Operating Co., Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BIA,

or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BIA authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

On BIA administered land:

Operator's employees, including subcontractors, will not gather firewood along roads constructed by operators. If wood cutting is required, a permit will be obtained from the Forestry Department of the BIA pursuant to 25 CFR 169.13 "Assessed Damages Incident to Right-of-Way authorization". All operators, subcontractors, vendors, and their employees or agents may not disturb saleable timber (including firewood) without a duly granted wood permit from the BIA Forester.

If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved right-of-way will be obtained from the BIA before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.

All roads constructed by operators on the Uintah and Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state: (a) that the land is owned by the Ute Indian Tribe, (b) the name of the operator, (c) that firearms are prohibited to all non-Ute Tribal members (d) that permits must be obtained from the BIA before cutting firewood or other timber products, and (e) only authorized personnel permitted. All well site locations on the Uintah and Ouray Indian Reservation will have an appropriate sign indicating the name of the operator,

the lease serial number, the well name and number, the survey description of the well (either footage or the quarter-quarter section, the section, township, and range).

Addit	ional Surface Stipulations								
N/A	_No construction or drilling activities shall be conducted between								
	and	andbecause of							
N/A	_No surface occupancy will be allegrouse strutting ground.	owed within 1,000 feet of any sage							
N/A	_No construction or exploration as	ctivities are permitted within 1.5							
	mile radius of sage grouse strutti	ng grounds from April 1 to June 30.							
N/A	_There shall be no surface disturba	ance within 600 feet of live water							
	(includes stock tanks, springs, an	d guzzlers).							
N/A	_No cottonwood trees will be rem	oved or damaged.							
N/A	_Pond will be constructed accordi	ng to BLM specifications							
	approximately ft.	of the location, as flagged							
	on onsite.								
LESS	EE'S OR OPERATOR'S REPRES	ENTATIVE AND CERTIFICATION							
	PERMITTING	<u>OPERATIONS</u>							
	Ed Trotter	Vince Guinn							
	1620 West 750 North	P.O. Box 607							
	Vernal UT 84078	Roosevelt, UT 84066							

Telephone # (801)789-4120

Fax # (801) 789-1420

All lease/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. Petroglyph Operating Co., Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

(801) 722-2531

Fax # (801) 722-9145

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

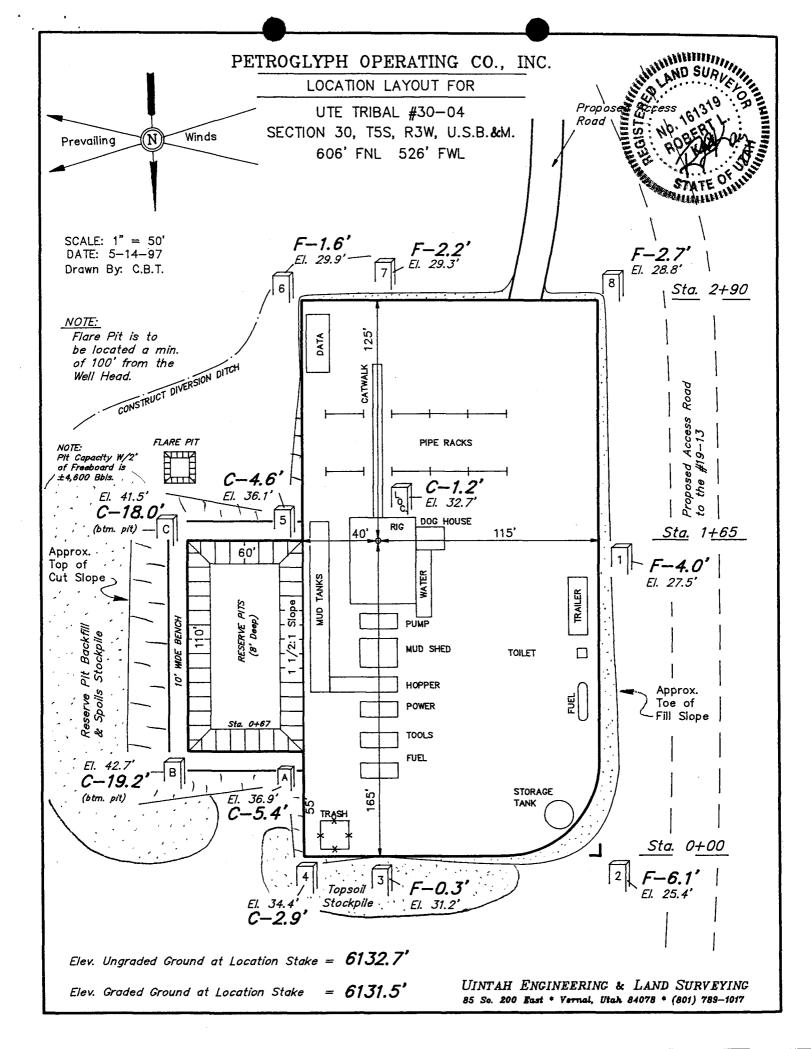
The BIA Office shall be notified upon site completion prior to moving on the drilling rig.

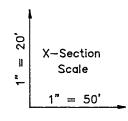
Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in the Plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Petroglyph Operating Co., Inc. and its contractors and sub-contractors in conformity with this Plan and the terms and conditions under which it is approved.

Sed Groten

Date

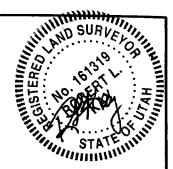




PETROGLYPH OPERATING CO., INC.

TYPICAL CROSS SECTIONS FOR

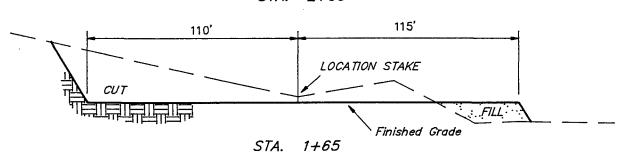
UTE TRIBAL #30-04 SECTION 30, T5S, R3W, U.S.B.&M. 606' FNL 526' FWL

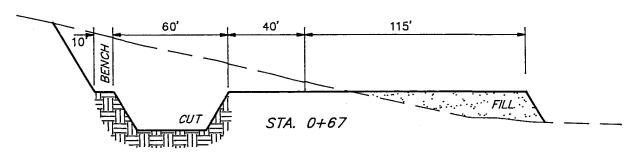


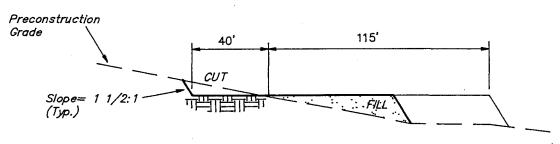
DATE: 5-14-97 Drawn By: C.B.T.



STA. 2+90







STA. 0+00

APPROXIMATE YARDAGES

(12") Topsoil Stripping = 1,910 Cu. Yds.

Remaining Location = 5,410 Cu. Yds.

TOTAL CUT = 7.320 CU.YDS.

FILL = 4,470 CU.YDS.

EXCESS MATERIAL AFTER

5% COMPACTION = 2,610 Cu. Yds.

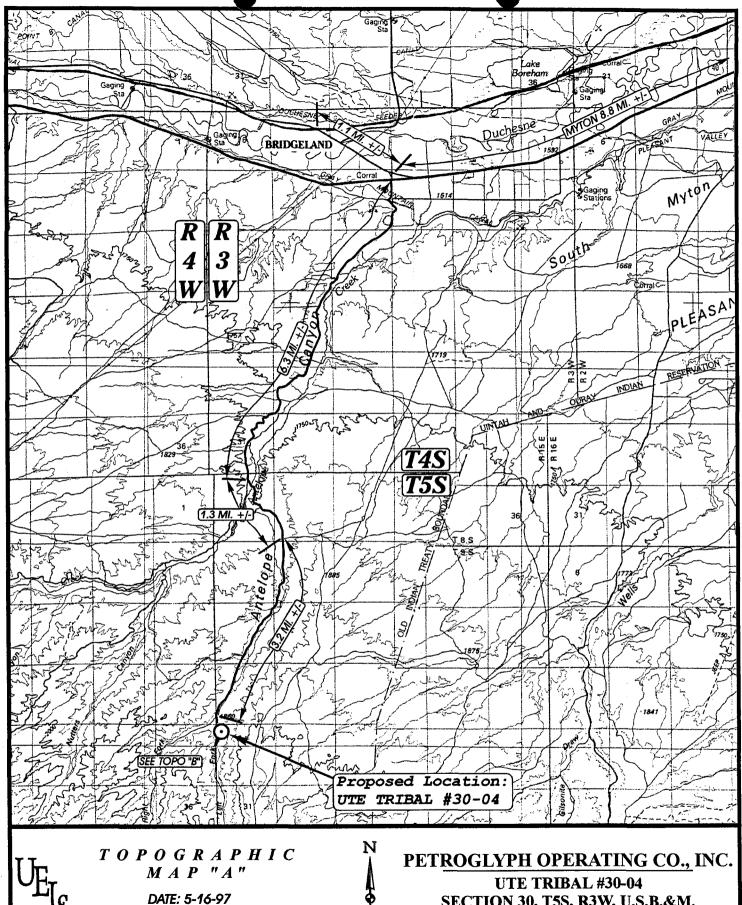
Topsoil & Pit Backfill = 2,610 Cu. Yds.

(1/2 Pit Vol.)

EXCESS UNBALANCE = 0 Cu. Yds. (After Rehabilitation)

(After Rehabilitation)

UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East * Vernal, Utah 84078 * (801) 789-1017

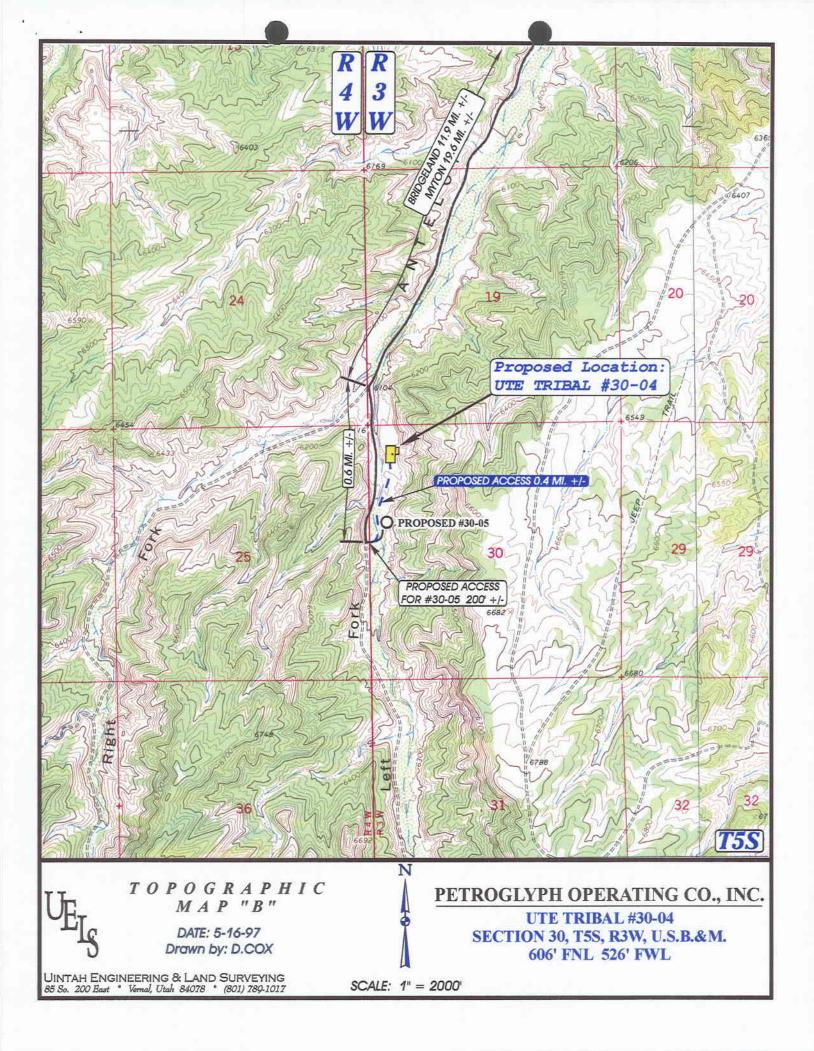


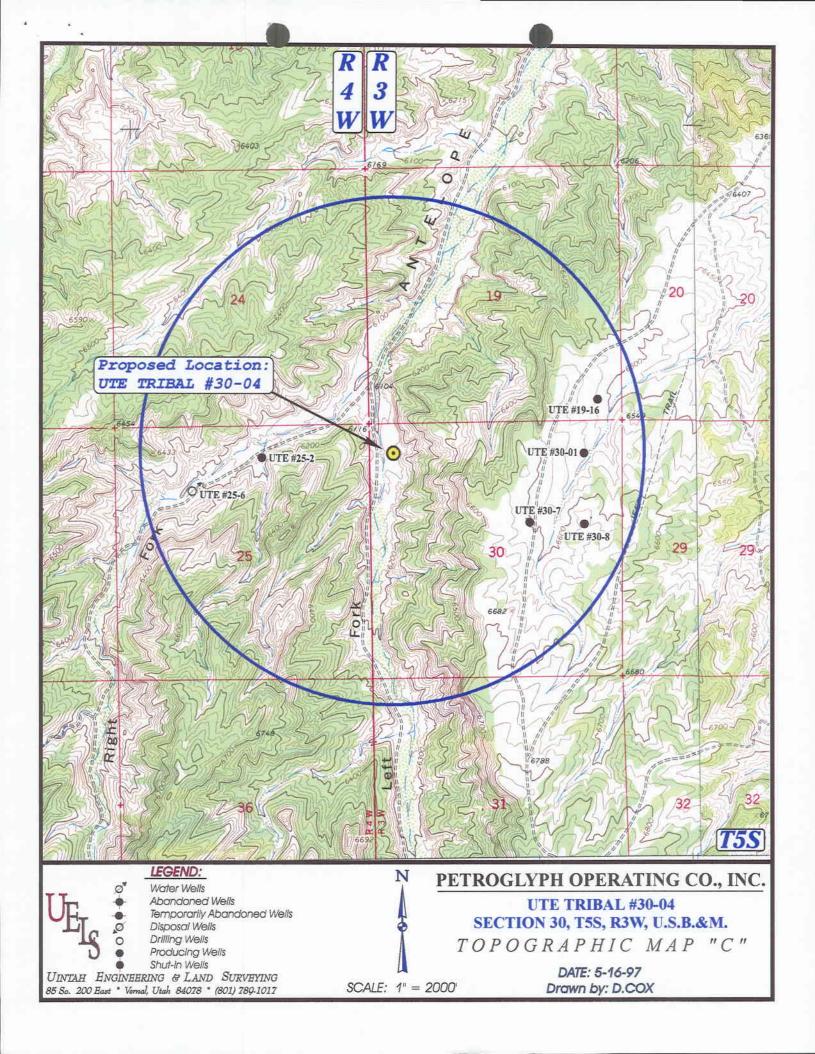
Drawn by: D.COX

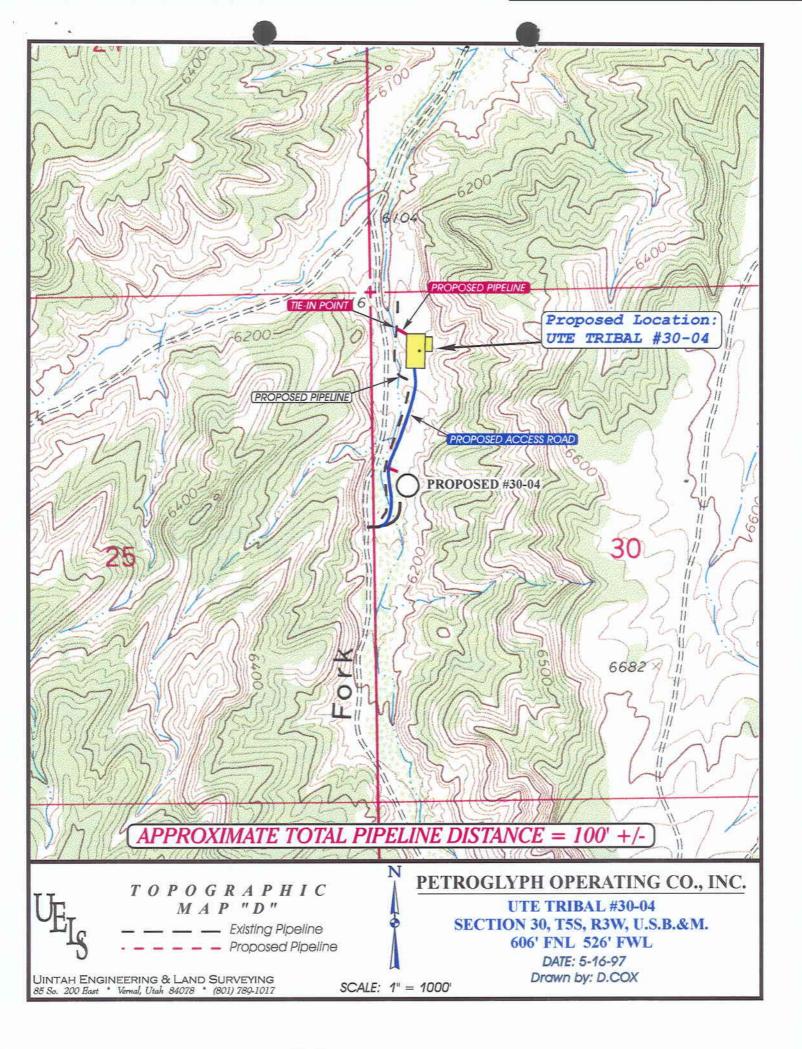
UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East * Vernal, Utah 84078 * (801) 789-1017



SECTION 30, T5S, R3W, U.S.B.&M. 606' FNL 526' FWL







WORKSHEET APPLICATION FOR PERMIT TO DRILL

API NO. ASSIGNED: 43-013-31906 APD RECEIVED: 06/24/97 WELL NAME: UTE TRIBAL 30-04 OPERATOR: PETROGLYPH OPERATING (N3800) INSPECT LOCATION BY: PROPOSED LOCATION: NWNW 30 - T05S - R03W TECH REVIEW Initials SURFACE: 0606-FNL-0526-FWL Date BOTTOM: 0606-FNL-0526-FWL DUCHESNE COUNTY Engineering ANTELOPE CREEK FIELD (060) Geology LEASE TYPE: IND Surface LEASE NUMBER: 14-20-H62-3519 PROPOSED PRODUCING FORMATION: GRRV RECEIVED AND/OR REVIEWED: LOCATION AND SITING: R649-2-3. Unit: //Plat Bond: Federal[] State[] Fee[] √R649-3-2. General. (Number 4556) N Potash $(Y\overline{/N})$ R649-3-3. Exception. \overline{M} Oil shale (Y/N)Water permit (Number <u>43-/0/52</u>)

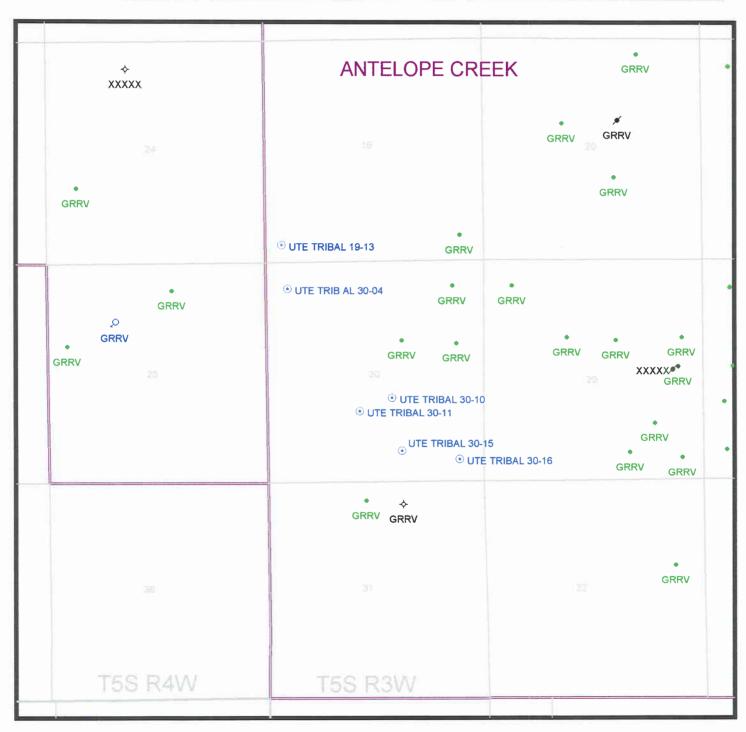
RDCC Review (Y/N) Drilling Unit. Board Cause no: (Date: COMMENTS: Conf. Status reg STIPULATIONS:

OPERATOR: PETROGLYPH (N3800)

FIELD: ANTELOPE CREEK (060)

SEC, TWP, RNG: 30, T5S, R3W

COUNTY: DUCHESNE UAC: R649-3-2 & R649-3-3



PREPARED: DATE: 26-JUNE-97

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SUBMIT IN T CATE* FORM APPROVED Form 3160-3 OMB NO. 1004-0136 (Other instru reverse side) UNITED STATES Expires: February 28, 1995 DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. AUG 25 1997 BUREAU OF LAND MANAGEMENT 14-20-H62-3519 6. IF INDIAN, ALLOTTEE OR TRIBE NAME TION FOR PERMIT TO DRILL OR DEEPEN UTE INDIAN TRIBE TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN [DRILL X b. TYPE OF WELL 8. FARM OR LEASE NAME, WELL NO. SINGLE ZONE MULTIPLE OIL X GAS WELL OTHER UTE TRIBAL 2. NAME OF OPERATOR Q ARIWRITHO PETROGLYPH OPERATING COMPANY, INC. #30-04 2 ADDRESS AND THE BRHONE NO 10. FIELD AND POOL, OR WILDCAT P.O. BOX 607, ROOSEVELT, UTAH 84066 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) ANTELOPE CREEK 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA RECEIVED NW/NW 606' FNL & 526' FWL At proposed prod. zone SEC. 30, T5S, R3W JUN **2 3 1997** 12. COUNTY OR PARISH | 13. STATE 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE® UTAH DUCHESNE 20.6 MILES SOUTHWEST OF MYTON, UTAH 17. NO. OF ACRES ASSIGNED TO THIS WELL 16. NO. OF ACRES IN LEASE 15. DISTANCE FROM PROPOSED* 526° 80 640 COPERTY OR LEASE LINE (Also to nearest drlg. unit line, if any) 20. ROTARY OR CABLE TOOLS 19. PROPOSED DEPTH 18. DISTANCE FROM PROPOSED LOCATION® TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. ROTARY 5640.5 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 1997 JUNE 6131.5' GRADED GROUND PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT WEIGHT PER FOOT SETTING DEPTH SIZE OF HOLE GRADE SIZE OF CASING 135 sx class "G" + 2% CaCl2 250' 5/8 12 1/4 24.0# 8 1/4 #/sx celloflake. 5640.5' 15.5# 5 7/8 1/2 50/50 POZMIX + 2% GEL + 10% SALT TO 400' ABOVE ALL ZONE OF INTEREST (+ 10% EXCESS). LIGHT CEMENT (11 PPG+) + LCM TO 200' ABOVE OIL SHALE OR FRESH WATER INTERVALS (+ 5% EXCESS). PETROGLYPH OPERATING COMPANY, INC. WILL BE THE DESIGNATED OPERATOR OF THE SUBJECT WELL UNDER BOND #4556. Utah Division of Oil, Gas, and Mining Bureau of Indian Affairs, Fort Duchesne, Utah Ute Tribe, Fort Duchesne, Utah IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 1-20-9 TITLE AGENT FOR PETROGLYPH SIGNED CONDITIONS OF APPROVAL ATTACHED (This space for Federal or State office use) NOTICE OF APPROVAL TO OPERATOR'S COPY PERMIT NO. Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon CONDITIONS OF APPROVAL, IF ANY: ACTING Assistant Field Manager AUG 1 9 1997 Mineral Resources *See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

COAs Page 1 of 9 Well No.: Ute Tribal 30-04

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Petroglyph Operating Compan	ny Inc.
Well Name & Number: <u>Ute Tribal 30-04</u>	
API Number: <u>43-013-31906</u>	
Lease Number: <u>14-20-H62-3519</u>	
Location: NWNW Sec. 30 T.5S R.3W	

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

COAs Page 2 of 9 Well No.: Ute Tribal 30-04

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are</u> Expected to be <u>Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office **prior to setting the next casing string or requesting plugging orders**. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 2M system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

As a minimum, the usable water shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the shallowest potential productive zone. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

COAs Page 3 of 9 Well No.: Ute Tribal 30-04

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5 .Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) will be run from the production casing shoe to the top of the cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

COAs Page 4 of 9 Well No.: Ute Tribal 30-04

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-2, 3162.7-3, and 3162.7-4 shall be submitted to the appropriate District Office within thirty (30) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-4.

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

COAs Page 5 of 9 Well No.: Ute Tribal 30-04

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling onlease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries and tested for meter accuracy at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

COAs Page 6 of 9 Well No.: Ute Tribal 30-04

In the event after-hours approvals are necessary, please contact one of the following individuals:

Ed Forsman

(801) 789-7077

Petroleum Engineer

Wayne P. Bankert

(801) 789-4170

Petroleum Engineer

V - **V**

Jerry Kenczka Petroleum Engineer (801) 781-1190

BLM FAX Machine

(801) 781-4410

COAs Page 7 of 9 Well No.: Ute Tribal 30-04

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids

Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste

Refinery wastes

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids.

COAs Page 8 of 9 Well No.: Ute Tribal 30-04

SURFACE CONDITIONS OF APPROVAL

The Surface Use Conditions of Approval all come from the Bureau of Indian Affairs Concurrence Memorandum and Site Specific Environmental Analysis.

The Ute Tribe Energy and Mineral Department is to be notified 48 hours prior to construction. A Tribal Technician is to monitor construction.

Seventy-five (75) foot wide Rights-Of-Way (ROWs) corridor shall be granted for the following:

Access roads that have constructed travel width limited to 22 feet within a 30 foot allocation of the ROW, except as granted for sharp curves or intersections.

The pipeline and road right-of-ways shall be moved from the locations shown in the APD to avoid damaging a historical structure and to avoid changing the existing channel of Antelope Creek.

The pipeline shall be constructed approximately 100 feet East of its proposed location between wells 30-04 and 30-05.

The access road shall be constructed to leave the main existing road approximately 900 feet north of well #30-05. A large culvert shall be placed in Antelope Creek where the road crosses the creek. The proposed road between wells 30-04 and 30-05 shall be moved approximately 100 feet East of where it is presently staked and shown on the APD map so that the road to 30-05 can enter the wellsite on the North side of the location without crossing the existing dike and historical structure.

Surface pipelines shall be limited to 13 feet of the ROW. The pipeline will be constructed to lay on the soil surface, and the ROW for the pipeline will not be bladed or cleared of vegetation.

Where pipelines are constructed parallel to roads they may be welded on the road and then lifted from the road onto the ROW. Where pipelines cross country between stations, they shall be welded in place at wellsites or on roads and then pulled into place with suitable equipment. Traffic will be restricted along these areas so that the pipeline ROW will not be used as an access road.

Buried pipelines shall be buried a minimum of 3 feet below the soil surface within an area of disturbance limited to 15 feet wide, and construction will be monitored by a Tribal Technician.

Buried pipelines adjacent to access roads shall be buried within 1.5 feet from the outside edge of the barrow ditch. Any additional buried pipelines shall be parallel to the outer side of the first buried pipeline and shall be constructed as close to the first pipeline as safety requirements allow.

COAs Page 9 of 9 Well No.: Ute Tribal 30-04

After construction of the buried pipeline is completed the disturbed area of the right-of-way shall be contoured to blend into the natural landscape and it shall be reseeded with desirable vegetation as recommended by the BIA. Between September 15 and November 1 of the year following pipeline construction all disturbed areas shall be reseeded with perennial vegetation according to BIA, or Ute Tribe specifications.

Petroglyph will assure the Ute Tribe that any/all contractors and subcontractors have acquired a Tribal Business License and have access permits prior to construction.

All vehicular traffic, personnel movement, construction, and restoration activities shall be confined to the areas examined, as referenced in report, and to the existing roadways and/or evaluated access routes.

All personnel should refrain from collecting artifacts and from disturbing any significant cultural resources in the area.

The Ute Tribe Energy & Mineral Department shall be consulted if cultural remains from subsurface deposits are exposed or identified during construction.

Before the site is abandoned, the company will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Noxious weeds will be controlled on the well site and rights-of-way. If noxious weeds spread from the project area onto adjoining land, the company will also be responsible for their control.

Reserve pits will be lined with impervious synthetic liners. Prior to backfilling the reserve pit all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled the cuttings and mud, etc. left in them to be buried will be buried a minimum of three feet below the surface of the soil.

A closed production system will be used. Production fluids will be contained in leak proof tanks. All production fluids will be disposed of at approved disposal sites. The indiscriminate dumping of production fluids on roads, wellsites or other areas will not be allowed.

Firewood shall be stockpiled at convenient locations near the wellsite and along the access road.

Upon completion of the project approved under this Application for Permit to Drill and Right-ofway, the Ute Tribe Energy & Minerals Resources Department will be notified by Petroglyph Operating Company so that a Tribal Technician can verify Affidavit of Completion's. AUGUST 06, 1997

REPLY TO

Superintendent, Uintah & Ouray Agency

SUBJECT:

Concurrence letter for PETROGLYPH OPERATING CO. all in T5S, R3W

Ute Tribal #30-047 NWNW, Sec. 30.

Ute Tribal #30-05, SWNW, Sec.30.

To: Ute Tribal #30-12, NWSW, Sec. 30.

Ute Tribal #30-13, SWSW, Sec. 30.

Bureau of Land Management, Vernal District Office

ATTENTION: Minerals and Mining Division

We recommend approval of the Application for Permit to Drill on the subject well.

Based on available information received on August 07, 1997, we cleared the proposed location in the following area of environmental impact.

> YES ____ NO __ Listed threatened or endangered species YES____ NO ___ Critical wildlife habitat YES ____ NO ___ Archeological or cultural resources YES ____ NO ___ Air quality aspects (to be used only if project is in or adjacent to a Class I area

REMARKS: The Tribe Energy & Minerals Department is recommending the following criteria to be adhere during all phases of construction activities.

- 1. The Ute Tribe Energy & Minerals Department is to be notified 48 hours prior to construction as a Tribal Technician is to monitor construction.
- 2. 75 foot corridor rights-of-way shall be granted with the following:
 - A. Buried pipelines shall be buried a minimum of 3 feet below soil surface.
 - B. Access roads shall be limited to 13 feet wide.
 - C. Surface pipelines shall be limited to 13 feet.
- D. Buried pipelines shall be limited to 15 feet, and construction will be monitored by Tribal Technician.
- 3. Petroglyph Operating Company will assure the Ute Tribe that any/all contractors and any sub-contractors has acquired a Tribal Business License and have an access permit prior to construction.
- 4. All vehicle traffic, personnel movement, construction and restoration operations should be confined to the areas examined, as referenced in report, and to the existing roadways and/or evaluated access routes.
- 5. All personnel should refrain from collecting artifacts and from disturbing significant cultural resources in the area.
- 6. The personnel from the Ute Tribe Energy & Minerals Department should be consulted should cultural remains from subsurface deposits be exposed or identified during construction.
- 7. All recommendations of the Bureau of Indian Affairs combined site specific Environmental Analysis report (EA) shall be strictly adhered, during and after construction.
- 8. Upon completion of Application for Right-of-way the Ute Tribe Energy and Minerals Department will be notified by Petroglyph Operating Company so that a Tribal Technician can verify Affidavit of Completion's.

AUG 1 8 1997

OPTIONAL FORM NO. 10

(REV. 1-94) 5010-118



APPROVED:

Superintendent

United States Department of the Interior

BUREAU OF INDIAN AFFAIRS

UINTAH AND OURAY ACENCY

Fort Duchesne, Utah 84026 (801) 722-2406 Ext.

IN REPLY REFER TO:
Minerals and Mining

MINERAL ACCESS AGREEMENT ON INDIAN OWNED LAND

WELL PAD, 30' WIDE ACCESS ROAD ROW AND 75' WIDE PIPELINE CORRIDOR FOR Well No. UT #30-04

The purpose of this agreement is to regulate the surface development of Indian Lands which have been leased for oil and gas development. An approved agreement must be obtained prior to the commencement of any surface disturbing activity and will be in effect for the term of the lease and the agreed upon contractual provisions referenced therein, if not revoked under the terms in item 4 of this agreement. 1. The authorized officer for the Bureau of Indian Affairs, in conjunction with the Indian Surface owner and Tribe hereby grants permission to: PETROGLYPH OPERATING CO., INC. P.O. BOX 607 ROOSEVELT, UT 84066 To improve and/or construct and maintain a development corridor which may contain an access road, pipelines, powerlines, communication lines and well pads on the following trust land (reference lease number and legal description): LEASE NO. 14-20-H62-3519 NW/4 SECTION 30, T5S, R3W, U.S.B. & M 2. In consideration of the approval of this agreement, the above company agrees to adhere to all lease provisions, A.P.D. stipulations and regulations of the Secretary of the Interior now or hereafter in force relative to such leases. 3. The Company herewith submits an estimated surface damage fee in the amount of (AS PER TERMS OF COOF, P.O.D., for acres Pending Agency appraisal and the Affidavit of Completion. 4. This agreement will remain in effect unless revoked upon 30 days written notice by the Superintendent or the appropriate official, depending upon circumstances. 5. The permittee will submit a certified survey map of the proposed access road and/or well pad with this permit. The map must adhere to all specifications and requirements of the Branch of Minerals and Mining, Uintah and Ouray Agency, Bureau of Indian Affairs. Upon completion of construction, an Affidavit of Completion will be submitted by the company to certify that the construction completed was in accordance to the specifications certified to on the survey map accompanying this agreement. , or to utilize said company's existing Nationwide Oil and Gas Bond 6. The Company agrees to furnish a bond in the amount of \$ _____to guarantee performance of this permit. No. <u>BO 4556</u> 7. The Company agrees to contact immediately the Bureau of Indian Affairs (BIA) and the Bureau of Dand Management (BLM), if cultural resources discovered during construction or any time during the course of daily operations. 8. ADDITIONAL STIPULATIONS Signed on this AUTHORIZED AGENT WITNESS: PETROGLYPH OPERATING CO., INC. COMPANY NAME P.O. BOX 607 **ADDRESS** 84066 ROOSEVELT, UT ZIP CODE CITY/STATE

SITE SPECIFIC ENVIRONMENTAL ANALYSIS

1.0 PROPOSED ACTION

Petroglyph Operating Co., Inc. is proposing to drill oil well #30-04, and construct pipelines, and an access road.

2.0 ALTERNATIVE ACTIONS

- The proposed action is the ALTERNATIVE CONSIDERED: A. preferred alternative.
- NO ACTION: Under the no action alternative the proposed В. action would not be implemented.
- OTHER: NA C.

3.0 PERMITTEE/LOCATION

- Permittee- Petroglyph Operating Co., Inc. Α.
- Date 6-3-97 В.
- Well number- 30-04 C.
- Right-of-way- Access road R\W approx. 200 feet. D. Pipeline R\W approx. 100 feet.
- Site location- NWNW, Section 30, T5S, R3W, USB&M. E.

4.0 SITE SPECIFIC SURVEY

SITE DESCRIPTION Α.

- Elevation (feet) 6133 1.
- Annual precipitation (inches) 12-14 2.
- Topography- Antelope Creek Bottom
- Soil- The soil texture is (0 to 6") Deep silt loam.

VEGETATION В.

- Habitat type is upland scrub.
- Percent Ground Cover- estimated to be 90%.
- 3. Vegetation consists of approximately 15% grasses, 80% shrubs, 5% forbs. The main variety of grasses are cheat grass, with slight amounts of squirrel tail, Indian ricegrass, poa, needle & thread, bluebunch wheat, galleta, and blue grama. Forbs are mainly lambs quarter, mustard, and sand burr, with slight amounts of astragalus, globemallow, buck wheat, flox, daisy, Indian & annuals. Shrubs consist mainly of paint brush, greesewood, with some of black sagebrush, fring sage, bud sage, prickly pear, winterfat, shadscale, snakeweed,

A. CULTURAL SURVEY

Cultural Resource Surveys were performed by James A. Truesdale, an Independent Archaeologist.

5.0 ENVIRONMENTAL IMPACTS

A. SURFACE ALTERATIONS

	:	acres
1.	Access road	0.14
2.	Well site	1.43
3.	Pipeline right-of-way	0.17
4.	Corridor right-of-way	0.00
5.	Total area disturbed	2.83

B. VEGETATION/LANDSCAPE

- Production loss (AUM's)/year: 0.14
- 2. Permanent scar on landscape: Yes x No
- 3. Potential impacts to Threatened & Endangered species:
 Yes No X

C. SOIL/RANGE/WATERSHED

There will be an increase in soil erosion from wind and water. There will not be any possible point source of water pollution.

The area is presently used as rangeland. In recent years the area has been permitted for livestock grazing, but at the present time no permits have been issued for the area. This project will reduce livestock grazing by approximately 0.14 AUM/year.

The area is not used as irrigated cropland and a water right has not been designated for the area.

D. WILDLIFE/THREATENED & ENDANGERED SPECIES

There will be an insignificant reduction of wildlife habitat and grazing for livestock. There will also be an increase in wildlife disturbance and poaching resulting from the additional traffic and people using the area.

There are no known impacts to Threatened or Endangered species but is important habitat for the Ferruginous hawk. The area is important winter range for big game.

Ferruginous Hawks use this area for nesting and hunting. There is an nest in Section 20.

6.0 MITIGATION STIPULATIONS

A. VEGETATION/LANDSCAPE

- 1. Before the site is abandoned the company will be required to restore the well site and right-of-ways to near their original state. The disturbed area will be reseeded with desirable perennial vegetation.
- Noxious weeds will be controlled on the well site and rights-of-way. If noxious weeds spread from the project area onto adjoining land, the company will also be responsible for their control.

B. SOILS/RANGE/WATERSHEDS

1. Soil erosion will be mitigated by reseeding all disturbed areas.

2. SURFACE PIPELINES

Surface pipelines will be constructed to lay on the soil surface, and the right-of-way will not be bladed or cleared of vegetation.

Where surface pipelines do not parallel roads but cross country between stations, they shall be welded in place at wellsites or on access roads and then pulled between stations with a suitable piece of equipment. Traffic will be restricted along these areas so that the pipeline right-of-way will not be used as an access road.

3. BURIED PIPELINES

Buried pipelines shall be buried a minimum of 3.0 feet below the soil surface. After construction of the pipeline is completed the disturbed area of the right-ofway shall be contoured to blend into the natural landscape, and it shall be reseeded with desirable vegetation.

Between September 15 and November 1 of the year following pipeline construction all disturbed areas shall be reseeded with perennial vegetation according to BIA, or Ute Tribe specifications.

4. CORRIDOR RIGHT-OF-WAY

A 75 foot wide corridor pipeline right-of-way will be used for, surface pipelines, buried pipelines.

The pipeline right-of-way shall be moved from its present location to avoid damaging a historical structure, and to avoid changing the existing channel of Antelope Creek. The pipeline shall be constructed approximately 100 feet

east of its proposed location between well #30-04 and 30-05.

5. ACCESS ROADS

Although the access road rights-of-way is 30 feet, the constructed travel width of the access road shall be limited to 22 feet, except it may be wider where sharp curves, or intersections are required.

The proposed access road as staked for the onsite shall be moved between wellsite #30-05 and the main road to protect the historical structure, and to prevent changing the main channel of Antelope Creek.

The access road shall be constructed to leave the main road approximately 900 feet north of well #30-05. A large culvert shall be placed in Antelope Creek where the road crosses the creek. The road between Well #30-04 & 30-05 shall be moved approximately 100 feet east of where it is presently staked so that the road to well #30-05 will enter the wellsite on the north side of the location without crossing the existing dike and historical structure.

6. DRILLING SYSTEM

An open drilling system will be used. Reserve pits will be lined with impervious synthetic liners. Prior to backfilling the reserve pit all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled the surplus oil and mud, etc will be buried a minimum of 3.0 feet below the surface of the soil.

7. PRODUCTION SYSTEM

A closed production system will be used. Production fluids will be contained in leak proof tanks. All production fluids will be disposed of at approved disposal sites. The indiscriminate dumping of production fluids on roads, wellsites or other areas will not be allowed.

8. FIREWOOD

Firewood shall be stockpiled at convenient locations near the wellsite and along the access road.

C. WILDLIFE/VEGETATION/THREATENED & ENDANGERED SPECIES

Because the wellsite is located more than 1/2 mile from a Ferruginous hawk nest this wellsite may be constructed and drilled at any time throughout the year.

D. CULTURAL RESOURCES

Cultural resource surveys were performed by James A. Truesdale. The consultant recommends clearance of the project as it is presently staked.

E. UTE TRIBAL REGULATIONS

- (1). Prior to commencing surveys or construction on the U&O Indian Reservation the operator, and any of its subcontractors, shall acquire access permits and business permits from the Ute Indian Tribe.
- (2). Prior to the commencement of construction, the operator shall notify the Ute Tribal Department of Energy and Minerals of the date construction shall begin.

7.0 UNAVOIDABLE ADVERSE IMPACTS

A. SURFACE ALTERATIONS

None of the adverse impacts listed in 5.0 above can be avoided in a practical manner except those which are mitigated in item 6.0 above and those specified in BLM's 13 point surface use plan.

- B. RELATIONSHIP BETWEEN SHORT-TERM USE OF THE ENVIRONMENT VS LONG TERM PRODUCTIVITY.
 - 1. Short Term: (Estimated 20 years) A total loss of production on the land and the associated environmental impacts will continue to influence the surrounding area for the productive life of the well.
 - 2. Long Term: Standard policies provide for rehabilitation of wellsite and rights-of-ways. After the land is rehabilitated, it is not expected to return to its original productive capability. Normally, there will be a permanent scar left on the landscape.

C. IRREVERSIBLE AND IRRETRIEVABLE COMMITMENT

Oil and Gas are non-remewable resources, once they have been removed they can never be replaced.

8.0 CUMULATIVE IMPACTS

A. FULL DEVELOPMENT

Each additional well drilled for development increases the soil erosion potential, reduces wildlife habitat and

grazing, increases potential soil and geologic pollution resulting from salt loading, reduces the soil's potential to recover, and increases the potential of water pollution from produced waters and hydro-carbons. Therefore, strict conformance with the mitigation measures and recommendations in this document is emphasized to minimize the adverse environmental impacts.

9.0 NEPA COMPLIANCE

A. RESEARCH/DOCUMENTATION

Based on available information, 6-9-97, the proposed location in the following areas of environmental impacts has been cleared:

X	Yes	_ No	Listed Threatened & Endangered species
<u> </u>	Yes	_ No _ No	Critical wildlife habitat Historical and cultural resources

10.0 REMARKS

A. SURFACE PROTECTION/REHABILITATION

All essential surface protection and rehabilitation requirements are specified above.

11.0 RECOMMENDATIONS

A. APPROVAL/DISAPPROVAL

We recommend approval of the proposed action as outlined in item 1.0 above.

6-9-97 Date

Representative - BIA Land Operations, Uintah and Ouray Agency

12.0 DECLARATION

A. APPROVAL

It has been determined that the proposed action is not a federal action significantly affecting the quality of the environment as it would require the preparation of an environmental impact statement in accordance with Section 102 (2) (c) of the National Environmental Policy Act of 1969 (42 USC 4331) (2) (C).

0/97______

Superintendent, Uintah and Ouray Agency

14.0 CONSULTATION

A. REPRESENTATIVES/ORGANIZATION

Dale Hanberg- BIA
Ed Trotter-Petroglyphs
Lonnie Nephi-UTEM
Greg Darlington-BLM

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Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

1594 West North Temple, Suite 1210 Box 145801 Sait Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

October 27, 1997

Petroglyph Operating Company, Inc. P.O. Box 607 Roosevelt, Utah 84066

Re: <u>Ute Tribal 30-04 Well, 606' FNL, 526' FWL, NW NW, Sec. 30, T. 5 S., R. 3 W., Duchesne County, Utah</u>

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-31906.

Sincerely,

John R. Baza

Ássociate Director

lwp

Enclosures

cc: Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Operator: _		Petroglyph Operating Company, In				Inc.	<u>C.</u>	
Well Name & 1	Number: _	Ute 1	<u> Tribal</u>	30-04				
API Number:		43-01	L3-3190	6		· · · · · · · · · · · · · · · · · · ·		
Lease:		14-20)-H62-3	519				
Location:	NW NW	Sec.	30	т.	5 S.	R.	3 W	•

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

Notify the Division within 24 hours following spudding the well or commencing drilling operations. Contact Jim Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact John R. Baza (801)538-5334.

3. Reporting Requirements

All required reports, forms and submittals shall be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

Humpback 8-25-8-17	letter being done
25-8S-17E 43-047-32767	
Petroglyph Operating Ute Tribal 3-7 3-5S-3W 43-013-31788	expired 2/16/99
Petroglyph Operating Ute Tribal 16-5 16-5S-3W 43-013-31790	expires 3/10/99
Petroglyph Operating Ute Tribal 30-4 30-5S-3W 43-013-31906	expires 8/19/99
Petroglyph Operating Ute Tribal 33-7-D3 33-4S-3W 43-013-31955	expires 10/24/99
Petroglyph Operating Ute Tribal 34-3-D3 34-4S-3W 43-013-31959	expires 10/24/99
Petroglyph Operating Ute Tribal 34-4-D3 34-4S-3W 43-013-31960	expires 10/24/99
Petroglyph Operating Ute Tribal 34-6-D3 34-4S-3W 43-013-31961	expires 10/21/99
Petroglyph Operating Ute Tribal 34-11-D3 34-4S-3W 43-013-31962	expires 10/21/99
Petroglyph Operating Ute Tribal 34-13-D3 34-4S-3W 43-013-31963	expires 10/21/99
Petroglyph Operating Ute Tribal 30-3 30-5S-3W 43-013-31969	expires 11/2/99
Petroglyph Operating Ute Tribal 7-2	expired 2/10/99 letter being done

APD Approval
Extensions

per Hermann

margie Hermann

BLM Vernal

- BLM 3/4/99

email 3/4/99

Well File



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm/gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

August 31, 1999

Petroglyph Operating Co., Inc. P. O. Box 607 Roosevelt, Utah 84066

43-013-31906

Re:

Notification of Expiration Well No. Ute Tribal 30-04 NWNW, Section 30, T5S, R3W Lease No. 14-20-H62-3519 Duchesne County, Utah

Gentlemen:

The Application for Permit to Drill the above-referenced well was approved on August 19, 1997. Petroglyph Operating Company, Inc. requested an extension of the original APD approval for an additional year. The request was reviewed and the extension approved until August 19, 1999. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Margie Herrmann

Legal Instruments Examiner

cc: State Div. OG&M

DOGM
LA

DATE

SEP - 3 1999

ON OF OIL GAS & MINING